# ORIGINAL NEW APPLICATION



### BEFORE THE ARIZONA CORPORATION COMMISSION

COMMISSIONERS

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JEFF HATCH-MILLER - Chairman WILLIAM A. MUNDELL MARC SPITZER MIKE GLEASON KRISTIN K. MAYES CORP COMMISSION

MM MAY - 4 P 3: 31

W-01445A-06-0317

IN THE MATTER OF THE APPLICATION OF ARIZONA WATER COMPANY, AN ARIZONA CORPORATION, TO EXTEND ITS EXISTING CERTIFICATE OF CONVENIENCE AND NECESSITY AT COOLIDGE, PINAL COUNTY, ARIZONA

DOCKET NO. W-01445A-06-

APPLICATION TO EXTEND
EXISTING CERTIFICATE OF
CONVENIENCE AND NECESSITY TO
INCLUDE ADDITIONAL TERRITORY

ARIZONA WATER COMPANY, an Arizona corporation, ("AWC") through its undersigned counsel, presents the following Application to extend its existing Certificate of Convenience and Necessity ("CC&N") for its Coolidge system. This Application is based on the following:

- 1. AWC presently holds CC&N's issued by the Arizona Corporation Commission (the "Commission") in various decisions beginning in 1955 for the purpose of providing water service in the City of Coolidge and the surrounding area in Pinal County, Arizona.
- 2. The areas that AWC seeks to add to its CC&N are described in Exhibit 1 hereto. Much of the area described in Exhibit 1 is adjacent to areas presently certificated to and served by AWC as shown in Exhibit 2 hereto.

Arizona Corporation Commission

DOCKETED

MAY 0 4 2006

The following property owners or property owner representatives on their behalf support this application and have requested AWC to provide water service to their properties, which are included within the areas to be added to AWC's CC&N described in Exhibit 1 and shown in Exhibit 2, and to apply to the Commission for authority to include their properties within AWC's CC&N:

- A. Rose Law Group, the representative of owners of real property in Sections 7, 18, and 19, Township 5 South, Range 8 East.
- B. Coolidge 298, the owners of approximately 296 acres of real property in Sections 1 and 36, Township 6 South, Range 7 East.
- C. United Engineering Group, the owners of approximately 1,665 acres in Sections 6 and 7, Township 6 South, Range 9 East, Sections 1, 12, 13, 17, and 21, Township 6 South, Range 8 East, and Section 14, Township 6 South, Range 7 East.
- D. The City of Mesa, owner of Sections 1, 12 and 13 of Township 6 South, Range 7 East, and Sections 2, 11, 16, 17, 19, 22 and 23 of Township 6 South, Range 8 East.
- E. The City of Coolidge owner of Sections 7, 18, 19, 30, 31 of Township 5 South, Range 8 East; Section 36 of Township 5 South, Range 7 East; Sections 1, 12-14 of Township 6 South, Range 7 East; Sections 1, 2, 11-24 of Township 6 South, Range 8 East; Sections 6, 7, 18, 19

of Township 6 South, Range 9 East; and Sections 4 and 5 of Township 6 South, Range 9 East.

F. Rosemead Properties, Inc., the owner of property in Section 24, Township 6 South, Range 8 East.

Copies of letters from, or on behalf of the foregoing property owners are attached as Exhibits 3.1, 3.2, 3.3, 3.3-1 through 3.3-5 respectively, 3.4, 3.5 and 3.6 respectively. AWC presently owns and operates water system facilities in the vicinity of the areas described in Exhibit 1 that are used to serve existing customers, and will be used to provide service to future customers.

- 3. AWC estimates the total number of customers to be served in the areas described in Exhibit 1 will be approximately 2,000 within five years following the date of the filing of this Application.
- 4. A list of the owners of all of the properties described in Exhibit 1 is attached as Exhibit 4 hereto. All of the property owners listed will be mailed the public notice attached as Exhibit 5 hereto.
- 5. AWC is financially able to construct, operate, and maintain the facilities necessary to provide service to the areas described in Exhibit 1. AWC's latest financial statement is attached as Exhibit 6 hereto.
- 6. Portions of the areas described in Exhibit 1 are located within the municipal boundaries of the City of Coolidge and the remainder of the areas is located within unincorporated areas of Pinal County. AWC has a Coolidge City

Franchise for the areas within municipal boundaries and a Pinal County franchise for the areas located within unincorporated areas for which it is proposing to extend its CC&N. Copies of the franchises are attached as Exhibits 7 and 8 hereto.

- 7. AWC's By-Laws do not require a corporate resolution on behalf of AWC in conjunction with this Application.
- 8. A certificate of good standing for AWC is attached as Exhibit 9 hereto.
- 9. An updated Commission Utilities Division Extension Agreement Data Sheet for the Coolidge system is attached as Exhibit 10 hereto.
- 10. A copy of the most recent compliance status report from the Arizona Department of Environmental Quality for the Coolidge system is attached as Exhibit 11 hereto.
- 11. AWC plans to finance the additional utility facilities required for extending water service to the area described in Exhibit 1 hereto through advances in aid of construction and the use of its standard main extension agreement.
- 12. Public convenience and necessity will be served by having AWC extend its CC&N to include the areas described in Exhibit 1.
- 13. AWC proposes to utilize its currently authorized Coolidge system rates and charges for service to the areas described in Exhibit 1. AWC will continue to charge these rates until the Commission changes the rates.

WHEREFORE, AWC respectfully requests that the Commission hold a hearing on this Application, and enter an order, or, in the alternative, that it enter an order without the necessity of a hearing, which order shall provide for the following:

- A. Issuing to AWC a Certificate of Convenience and Necessity for the areas described in Exhibit 1 hereto.
- B. Granting such other further and general relief as appropriate in the premises.

RESPECTFULLY SUBMITTED this 4th day of May 2006.

ARIZONA WATER COMPANY

Robert W. Geake

Vice President and General Counsel

ARIZONA WATER COMPANY

Post Office Box 29006

Phoenix, Arizona 85038-9006

1	Original and thirteen (13) copies of the foregoing filed this 4 <sup>th</sup> day of May 2006 with:
2	Docket Control Division Arizona Corporation Commission 1200 West Washington Street Phoenix, Arizona 85007
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4	
5	A copy of the foregoing was mailed this 4 <sup>th</sup> day of May 2006 to:  Christopher Kempley, Chief Counsel Legal Division Arizona Corporation Commission 1200 West Washington Street Phoenix, Arizona 85007
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10	Ernest G. Johnson Director, Utilities Division Arizona Corporation Commission 1200 West Washington Street Phoenix, Arizona 85007
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16	By: Dobut W. Deale
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### **EXHIBIT 1**

### CC&N This Application

The East half of Section 36, Township 5 South, Range 7 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona, said East half described as follows:

BEGINNING at the Northeast corner of said Section 36;

Thence S00°17'E, coincident with the East line of said Section 36, a distance of 3085.50 feet; Thence S50°05'W, coincident with the southeasterly line of said Section 36, a distance of 3415.50 feet:

Thence N89°39'W, coincident with the South line of said Section 36, a distance of 2636.70 feet to the South quarter corner of said Section 36;

Thence N00°20'11"E, coincident with the North-South mid-section line of said Section 36, a distance of 5286.84 feet to the North quarter corner of said Section 36;

Thence S89°43'E, coincident with the North line of said Section 36, a distance of 5210.04 feet to the POINT OF BEGINNING; And

Sections 19, 30 & 31, Township 5 South, Range 8 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona; And

Sections 1, 12, 13, & 14 of Township 6 South, Range 7 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona; And

Sections 1, 2, The North half and the Southeast quarter of Section 11, 12, 13, 14, 15, 16, 17, 18, The North half and the Southeast quarter of Section 19, 20, 21, 22, 23, & 24 of Township 6 South, Range 8 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona; And

Sections 4, 5, 6, 7, 18, & 19 of Township 6 South, Range 9 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona; And

The West half of Section 7 of Township 5 South, Range 8 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona, EXCEPT any portion lying within the Gila River Indian Reservation, said West half described as follows:

BEGINNING at the Southwest corner of said Section 7,

Thence N00°25'W, coincident with the West section line of said Section 7, a distance of 3958.68 feet to a point;

Thence N89°30'E, a distance of 2655.84 feet to a point on the North-South mid-section line of said Section 7;

Thence S00°23'17"E, coincident with said North-South mid-section line, a distance of 3965.63 feet to the South quarter corner of said Section 7;

Thence S89°39'W, coincident with the South line of said Section 7, a distance of 2,653.86 feet to the POINT OF BEGINNING; And

The North half and the Southwest quarter of Section 18 of Township 5 South, Range 8 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona.

**EXCEPT** any portion located in Carter Water Company's Certificate of Convenience and Necessity described as follows:

The East half of the Southwest quarter of Section 12, Township 6 South, Range 8 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona; AND

Beginning at the Southwest corner of Section 7, Township 6 South, Range 9 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona;

Thence South 89 degrees 50 minutes East, a distance of 581.90 feet;

Thence North 20 degrees 16 minutes East, a distance of 400.42 feet;

Thence North 00 degrees 41 minutes East, a distance of 2264.00 feet;

Thence North 01 degrees 48 minutes East, a distance of 410.46 feet;

Thence North 00 degrees 00 minutes East, a distance of 386.50 feet;

Thence North 09 degrees 32 minutes East, a distance of 353.73 feet;

Thence North 90 degrees 00 minutes West, a distance of 815.91 feet;

Thence South 00 degrees 03 minutes West, a distance of 3783.40 feet to the Point Of Beginning.

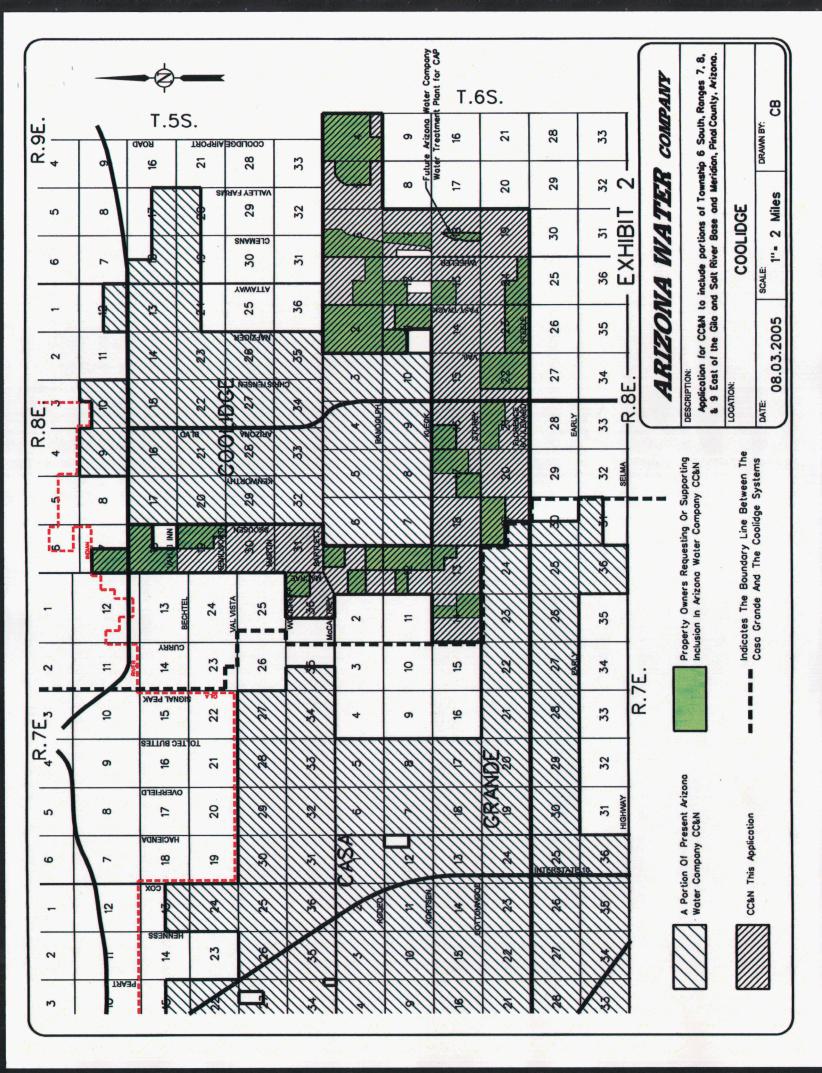


EXHIBIT 3.1



COURT S. RICH 7272 E. Indian School Road Suite 360 Scottsdale, AZ 85251 Phone 480.505.3937 Fax 480.505.3925 crich@roselawgroup.com www.roselawgroup.com

October 26, 2005

### VIA FACSIMILE and MAIL

Mike Whitehead Arizona Water Company 3805 N. Black Canyon Hwy Phoenix, AZ 85015

Re:

Request for CC&N Expansion

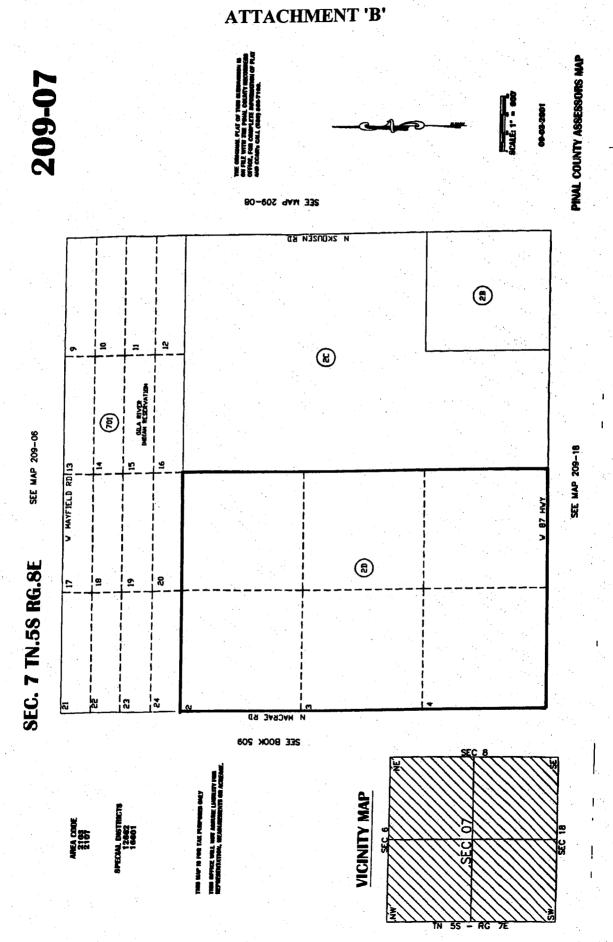
Dear Mike:

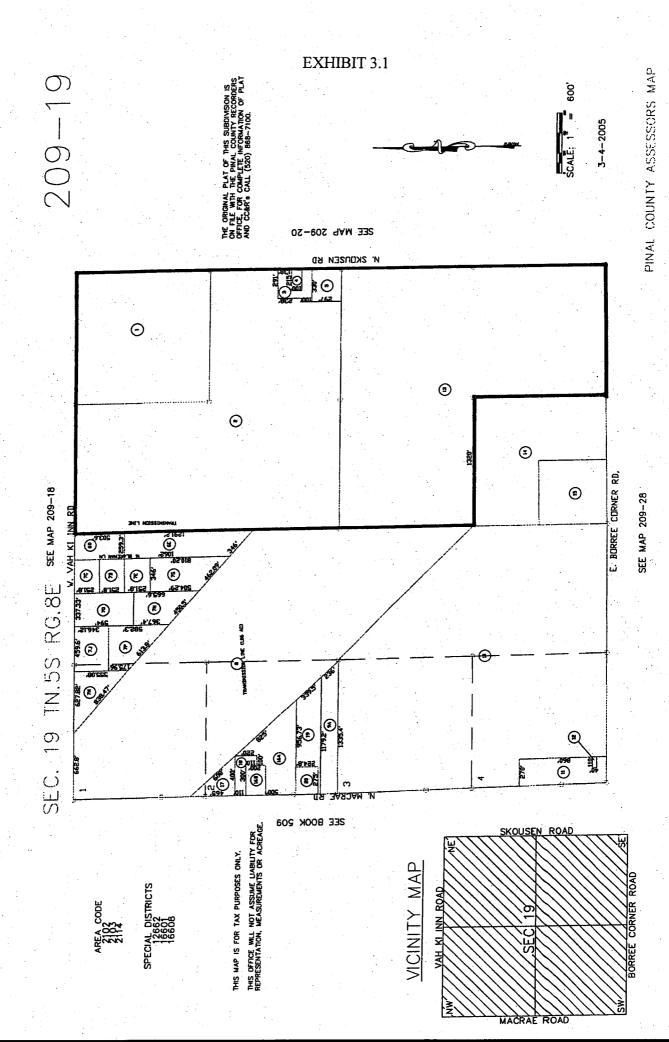
Please accept this correspondence as the official request for extension of Arizona Water Company's CC&N certificated area to include the properties depicted in the attached exhibits. We are hopeful that all or most of these properties can be included in Arizona Water Company's next CC&N extension request. Please contact this office to discuss this issue further and let us know if any additional information is required to process this request. While this office represents the landowner on these matters, a letter signed by the landowner will be delivered to your office in the very near future.

Court S. Rich

Sincerely.







VICINITY MAP

209-18

SEE MAP 209-07

SEC. 18 TN.58 RG.8E

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#### EXHIBIT 3.2



# Hogan, Parker, Ivan, and McDuff, LLC

- An investment and development company -

5229 East Oakhurst Way Scottsdale, Arizona 85254 phone: 480-905-3700 fax: 480-905-3703

June 20, 2005

Mike Whitehead Vice President, Engineering Arizona Water Company PO Box 29006 Phoenix, AZ 85038-9006

RE: Extension of CC&N for approximately 296 acres near Coolidge, AZ

Dear Mr. Whitehead,

Coolidge 298, L.L.C. requests that Arizona Water Company file an application for approval to extend its Certificate of Convenience and Necessity in or near Coolidge, Arizona in Pinal County with the Arizona Corporation Commission to include an overall area of approximately 295.95 acres, which is more accurately described in Attachment 'A' and depicted on the map as Attachment 'B', both attached hereto. We understand that the application is subject to the execution of a Master Water System Facilities Agreement. Please notify us when you have been issued a Procedural Order on this extension.

Please direct any questions to Curtis Coughlin at (480) 998-4004.

Sincerely,

Coelidge 298, L.L.G.

by Hogan, Parker, Ivan, & McDuff, LLC, it's authorized agent

by Craig Prouty, it's Managing Member

### EXHIBIT 3.2

### Attachment 'A'

### Parcel No. 1:

Lots 1, 2, 6 and 7, Section 1, Township 6 South, Range 7 East, Gila and Salt River Base and Meridian, Pinal County, Arizona.

#### Parcel No. 2:

Lots 1, 2, 5 and 6, Section 36, Township 5 South, Range 7 East, Gila and Salt River Base and Meridian, Pinal County, Arizona.

The Real Property or its address is commonly known as approximately 296.24 acres in Pinal County, AZ.

EXHIBIT 3.2 ATTACHMENT 'B' Section 1 T6S R7E Section 36 T5S R7E G&SRB&M, PINAL COUNTY, ARIZONA A PORTION OF SECTION 1 T6S R7E & A PORTION OF SECTION 36 T5S R7E CASRBAM PINAL COUNTY, ARIZONA VICINITY MAP Portions of Section 1 165 R7E Portions of Section 36 TSS R7E Parcels 1 and 2 Portions of Exhibit 1 of 1 The WLB Group и иге совиев вр E BARTLETT RD N WYCKYE KD SECTION McCARTNEY RD 1000 2000 WOODRUFF RD 1" = 2000'0 LMEED & KD SECTION 36

July 6, 2005

Mike Whitehead Vice President, Engineering Arizona Water Company 3805 N. Black Canyon Hwy Phoenix, AZ 85015

Re: Request extension of CC&N for Holland II 945, Pinal County, AZ.

Dear Mr. Whitehead:

United Engineering Group requests that Arizona Water Company file an application for approval to extend its Certificate of Convenience and Necessity in or near Coolidge, Pinal County, Arizona with the Arizona Corporation Commission to include an overall area of 931 acres, which is more accurately described in Attachment 'A' and depicted on the map as Attachment 'B', both attached hereto. Please notify us when you have been issued a Procedural Order on this extension.

Sincerely,

Matthew G. Coffelt

Assistant Project Manager

## EXHIBIT 3.3

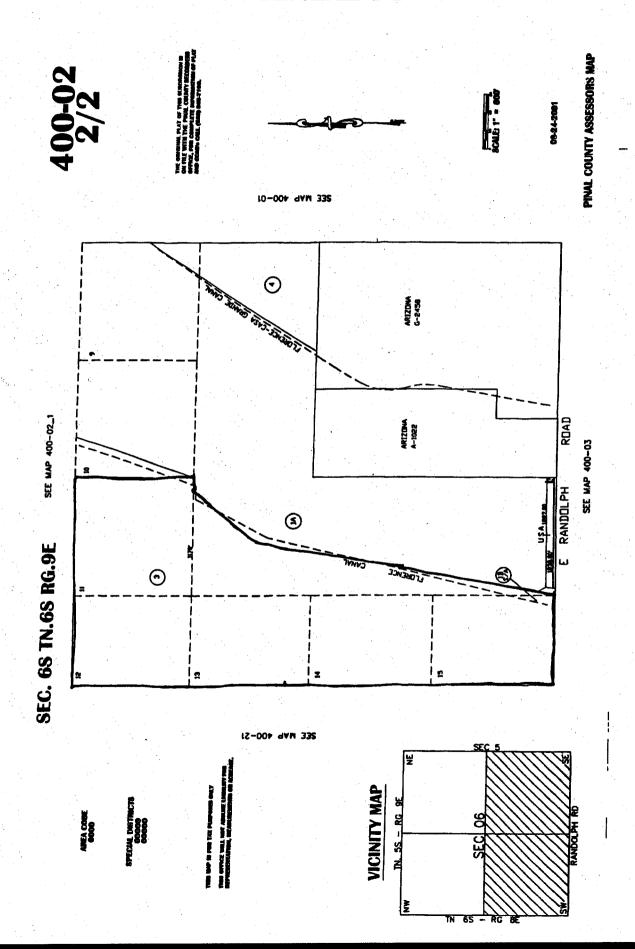
## ATTACHMENT 'A'

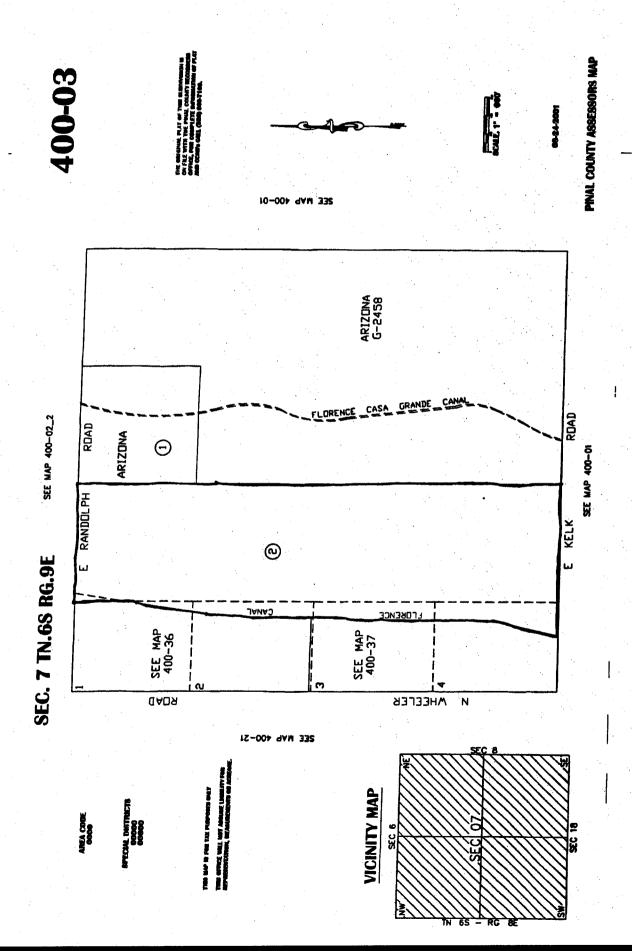
### LEGAL DESCRIPTION

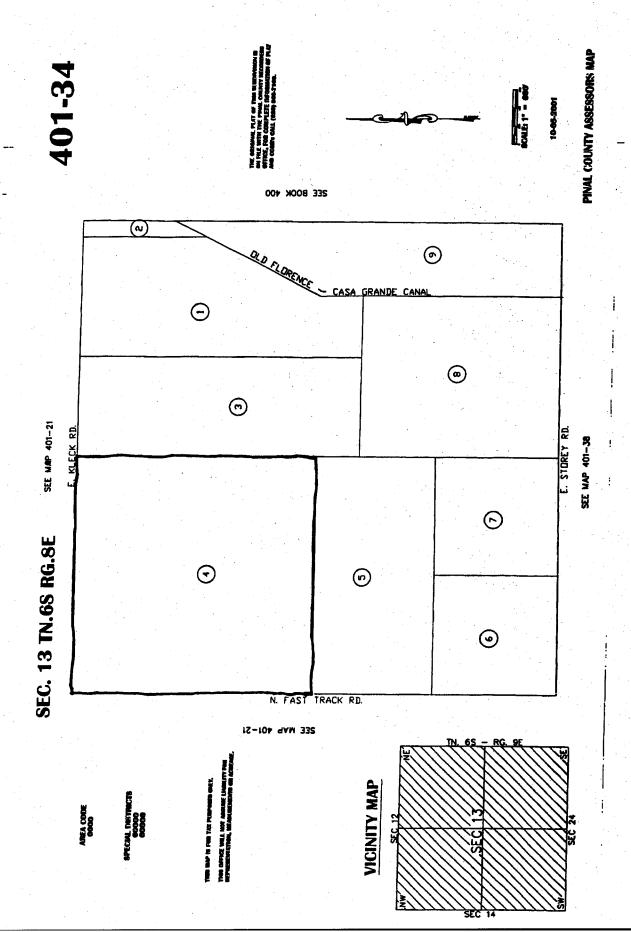
### Holland II 945

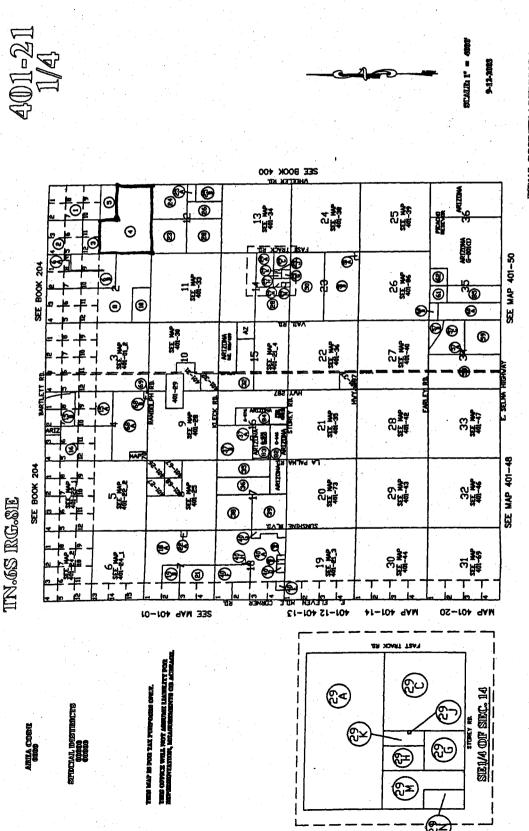
Assessor Parcel Number: 401-21-004, 401-34-004, 400-03-002, 400-02-003

Legally, described as a portion of Sections 6 & 7, Township 6 South, Range 9 East and a portion of Sections 1 & 13, Township 6 South, Range 8 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona.









IPINAL COUNTY ASSESSORS MAIP

July 6, 2005

Exhibit 3.3-1

Mike Whitehead Vice President, Engineering Arizona Water Company 3805 N. Black Canyon Hwy Phoenix, AZ 85015

Re: Request extension of CC&N for Inland 240, Pinal County, AZ.

Dear Mr. Whitehead:

United Engineering Group requests that Arizona Water Company file an application for approval to extend its Certificate of Convenience and Necessity in or near Coolidge, Pinal County, Arizona with the Arizona Corporation Commission to include an overall area of 240 acres, which is more accurately described in Attachment 'A' and depicted on the map as Attachment 'B', both attached hereto. Please notify us when you have been issued a Procedural Order on this extension.

Sincerely,

Matthew G. Coffelt

Assistant Project Manager

### Exhibit 3.3-1

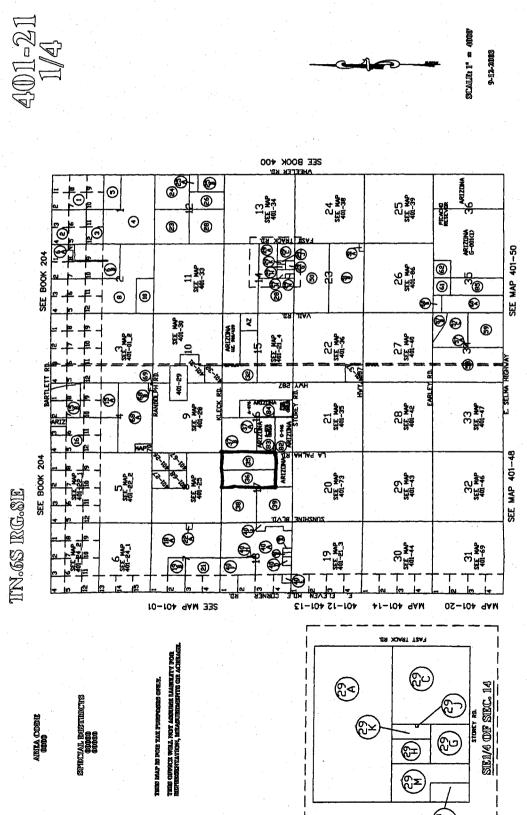
### LEGAL DESCRIPTION

Inland 240

Assessor Parcel Number: 401-21-035, 401-21-036

Legally, described as the northeast quarter of Section 17, and the north half of the southeast quarter of Section 17, Township 6 South, Range 8 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona.

Exhibit 3.3-1



PRINAL COUNTRY ASSESSORS MALP

July 6, 2005

Exhibit 3.3-2

Mike Whitehead Vice President, Engineering Arizona Water Company 3805 N. Black Canyon Hwy Phoenix, AZ 85015

Re: Extension of CC&N for M & G Farms, Pinal County, AZ.

Dear Mr. Whitehead:

United Engineering Group requests that Arizona Water Company file an application for approval to extend its Certificate of Convenience and Necessity in or near Coolidge, Pinal County, Arizona with the Arizona Corporation Commission to include an overall area of 160 acres, which is more accurately described in Attachment 'A' and depicted on the map as Attachment 'B', both attached hereto. Please notify us when you have been issued a Procedural Order on this extension.

Sincerely,

Matthew G. Coffelt

Assistant Project Manager

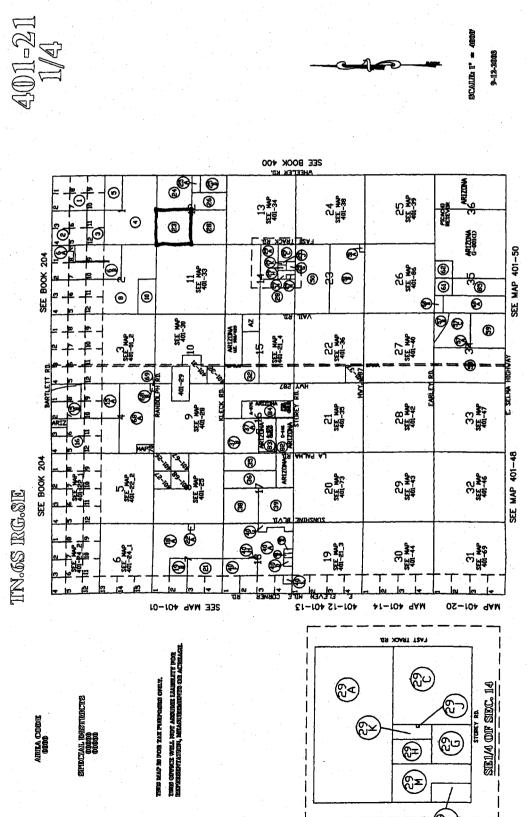
# Exhibit 3.3-2 LEGAL DESCRIPTION

### M&G Farms

Assessor Parcel Number: 401-21-023

Legally, described as the northwest quarter of Section 12, Township 6 South, Range 8 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona.

Exhibit 3.3-2



PINAL COUNTY ASSESSOIRS MAP

July 6, 2005

Exhibit 3.3-3

Mike Whitehead Vice President, Engineering Arizona Water Company 3805 N. Black Canyon Hwy Phoenix, AZ 85015

Re: Request extension of CC&N for Ladd Farms, Pinal County, AZ.

Dear Mr. Whitehead:

United Engineering Group requests that Arizona Water Company file an application for approval to extend its Certificate of Convenience and Necessity in or near Coolidge, Pinal County, Arizona with the Arizona Corporation Commission to include an overall area of 253 acres, which is more accurately described in Attachment 'A' and depicted on the map as Attachment 'B', both attached hereto. Please notify us when you have been issued a Procedural Order on this extension.

Sincerely,

Matthew G. Coffelt

Assistant Project Manager

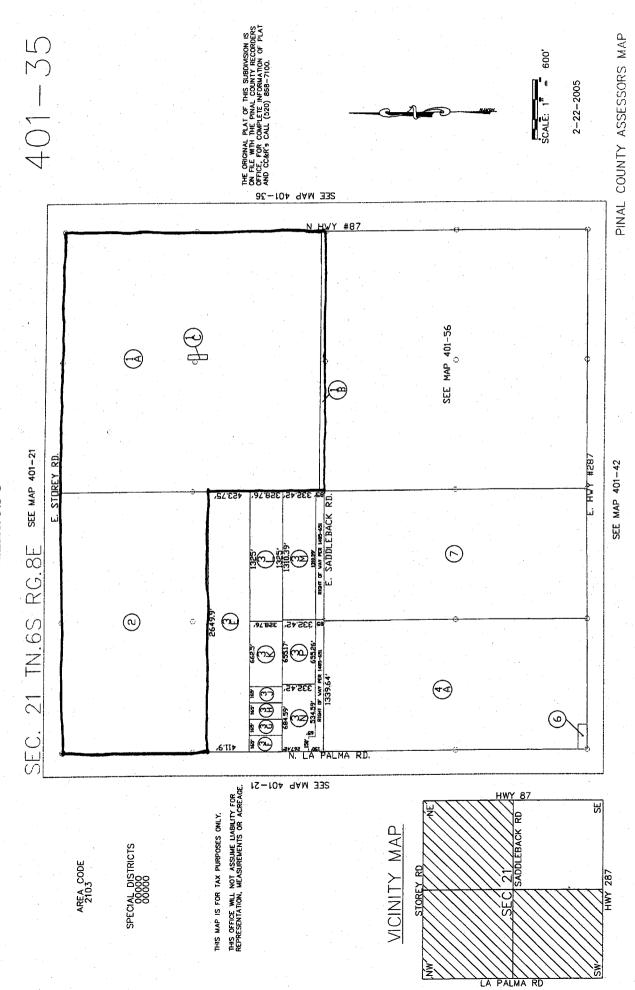
# Exhibit 3.3-3 LEGAL DESCRIPTION

### Ladd Farms

Assessor Parcel Numbers: 401-35-001A, 401-35-001B, 401-35-001C, 401-35-002

Legally, described as the northeast quarter of Section 21, the north half of the northwest quarter of Section 21, and the north half of the north half of the north half of the south half of the northwest quarter of Section 21, Township 6 South, Range 8 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona.

Exhibit 3.3-3



July 6, 2005

Exhibit 3.3-4

Mike Whitehead Vice President, Engineering Arizona Water Company 3805 N. Black Canyon Hwy Phoenix, AZ 85015

Re: Request extension of CC&N for Holland II 945, Pinal County, AZ.

Dear Mr. Whitehead:

United Engineering Group requests that Arizona Water Company file an application for approval to extend its Certificate of Convenience and Necessity in or near Coolidge, Pinal County, Arizona with the Arizona Corporation Commission to include an overall area of 931 acres, which is more accurately described in Attachment 'A' and depicted on the map as Attachment 'B', both attached hereto. Please notify us when you have been issued a Procedural Order on this extension.

Sincerely.

Matthew G. Coffelt

Assistant Project Manager

### Exhibit 3.3-4

#### LEGAL DESCRIPTION

#### Holland II 945

Assessor Parcel Number: 401-21-004, 401-34-004, 400-03-002, 400-02-003

Legally, described as a portion of Sections 6 & 7, Township 6 South, Range 9 East and a portion of Sections 1 & 13, Township 6 South, Range 8 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona.

**Exhibit 3.3-4** 

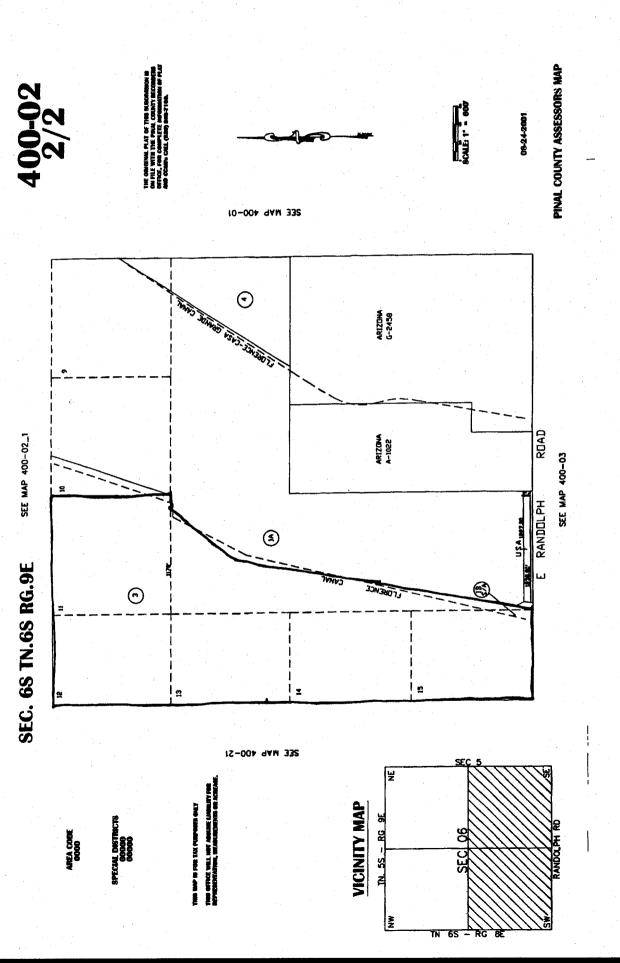
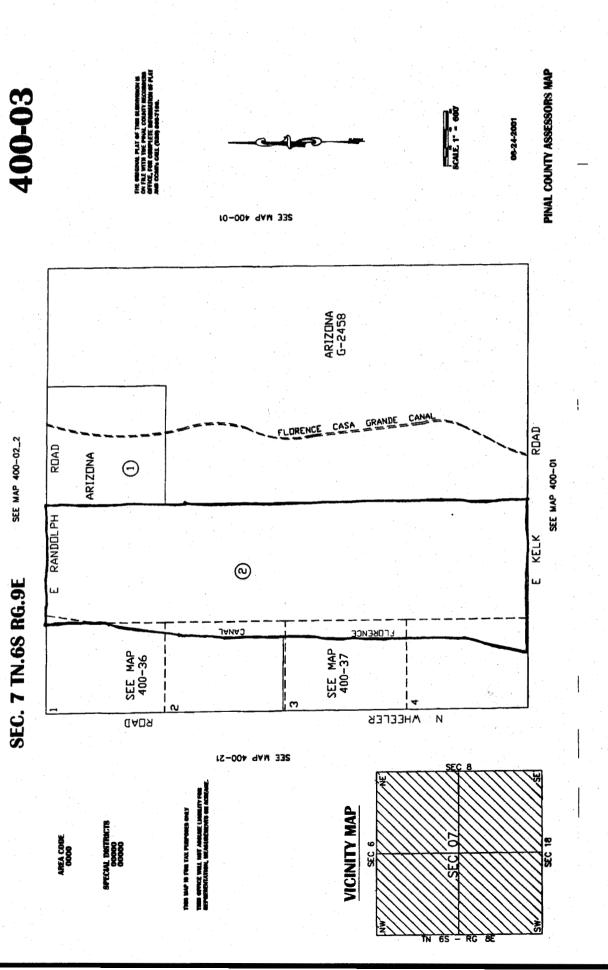
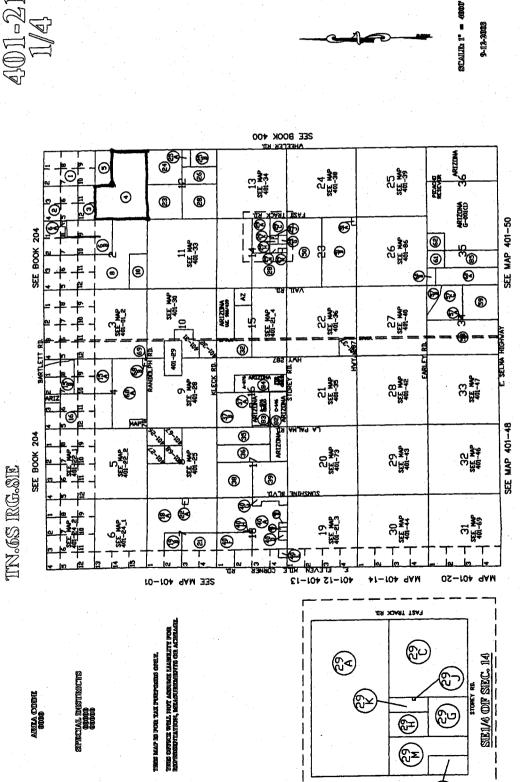


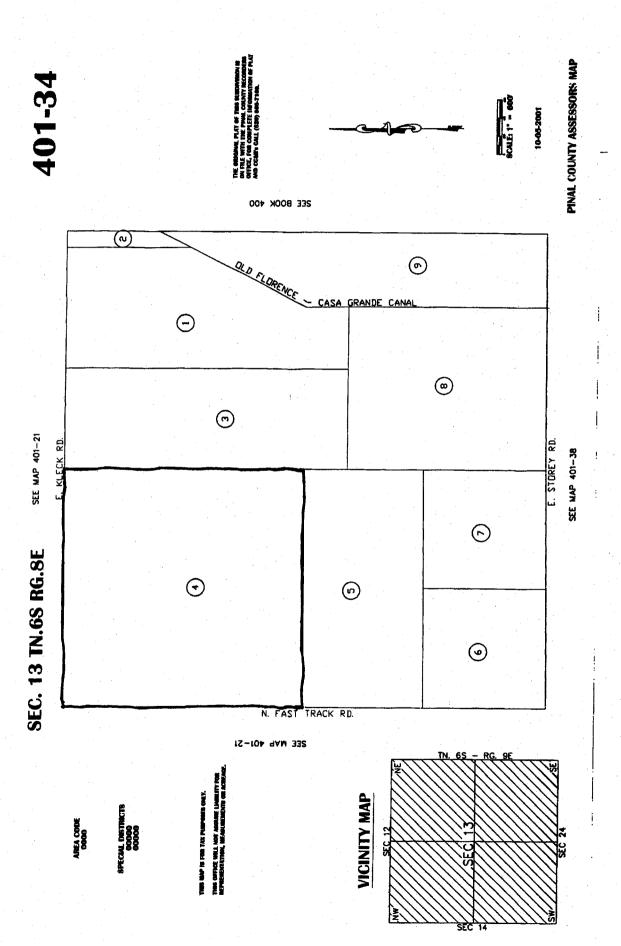
Exhibit 3.3-4





IPINAL COUNTY ASSESSORS MAIP

Exhibit 3.3-4



July 6, 2005

Exhibit 3.3-5

Mike Whitehead Vice President, Engineering Arizona Water Company 3805 N. Black Canyon Hwy Phoenix, AZ 85015

Re: Extension of CC&N for Pinal II, Pinal County, AZ.

Dear Mr. Whitehead:

United Engineering Group requests that Arizona Water Company file an application for approval to extend its Certificate of Convenience and Necessity in or near Coolidge, Pinal County, Arizona with the Arizona Corporation Commission to include an overall area of 81 acres, which is more accurately described in Attachment 'A' and depicted on the map as Attachment 'B', both attached hereto. Please notify us when you have been issued a Procedural Order on this extension.

Sincerely,

Matthew G. Coffelt

Assistant Project Manager

### Exhibit 3.3-5 LEGAL DESCRIPTION

Pinal II

Assessor Parcel Number: 401-01-037B, 401-01-037D

Legally, described as the west half of the northeast quarter of Section 14, Township 6 South, Range 7 East of the Gila and Salt River Base and Meridian, Pinal County, Arizona.

Exhibit 3.3-5



Williams Gateway
Area of Regional Economic Activity

April 3, 2006

Mr. William M. Garfield President Arizona Water Company P.O. Box 29006 Phoenix, Arizona 85038-9006

RE: Extension of Arizona Water Company's CC&N

Dear Bill:

The City of Mesa supports Arizona Water Company's application to extend its Certificates of Convenience and Necessity to include those portions of Sections 1, 12 and 13 of Township 6 South, Range 7 East, and Sections 2, 11, 16, 17, 19, 22 and 23 of Township 6 South, Range 8 East, in which the City of Mesa has an ownership interest.

The City accepts the offer in your October 19, 2005 letter to keep the City informed about extensions of Arizona Water Company's water distribution system in the vicinity of the Mesa properties. Please inform us in advance of the installation of any water distribution components in the vicinity of the Mesa properties.

Sincerely,

Wayne Balmer, AICP

Project Manager, Williams Gateway AREA Office

City of Mesa

Xc:

Chris Brady
Chuck Cahoy
Douglas Tessendorf
Kathryn Sorensen
Colette Moore

Yvonne McCall

20 East Main Street P.O. Box 1466 Mesa Arizona 85211-1466 480.644.4896 Tel 480.644.5585 Fax



### City of Coolidge

130 W. Central Avenue Coolidge, Arizona 85228 (520) 723-5361

TDD: (520) 723-4653 / Fax: (520) 723-7910

April 28, 2006

Mr. William M. Garfield President Arizona Water Company P.O. Box 29006 Phoenix, AZ 85038-9006

Re: Extension of Arizona Water Company's CC&N

#### Dear Bill:

The City of Coolidge is aware of, and is generally supportive of, Arizona Water Company's application to extend its Certificate of Convenience and Necessity ("CC&N") for its Coolidge water system to include all or portions of the following Sections located in Pinal County:

- a) Sections 7, 18, 19, 30, 31 of Township 5 South, Range 8 East
- b) Sections 36 of Township 5 South, Range 7 East
- c) Sections 1, 12-14 of Township 6 South Range, Range 7 East
- d) Sections 1, 2, 11-24 of Township 6 South, Range 8 East
- e) Sections 6, 7, 18, 19 of Township 6 South Range 9 East

The City of Coolidge also supports Arizona Water Company's application to extend its CC&N to include those portions of Sections 4 and 5 of Township 6 South, Range 9 East in which the City of Coolidge has an ownership interest.

Sincerely,

Robert F. Flatley City Manager

City of Coolidge

#### EXHIBIT 3.6

#### ROSEMEAD PROPERTIES, INC.

December 16, 2005

Mr. M. J. Whitehead Vice President, Engineering Arizona Water Company Post Office Box 29006 Phoenix, AZ 85038-9006

Subject:

Extension of CC&N for

Pinal County, Arizona APN 401-38-004A

Dear Mr. Whitehead:

Rosemead Properties, Inc. hereby requests that the subject property be included in the next application to extend Arizona Water Company's Certificate of Convenience and Necessity in the Coolidge area with the Arizona Corporation Commission.

Very truly yours,

Robert W. Nicholson

Zhut W. Vhulolom

Vice President

RWN:mr

#### **Property Owners List**

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400-01-006A
 400-01-006b
 401-01-003
401-01-005
401-01-031d
401-01-034b
401-21-006b
401-21-008
401-21-010
401-21-030
401-21-031
401-21-037b
401-21-039
401-21-042b
401-21-050
401-21-051b
401-33-001A
401-33-003A
401-33-003b
401-34-006
401-34-009
401-36-001C
401-36-002E
401-36-007
401-38-001d
401-38-002
401-38-003
401-38-007
401-73-006C
CITY OF MESA MUNICIPAL DEV CORP
PO BOX 1466
MESA, AZ 85211
```

400-01-006C ARIZONA WATER COMPANY PO BOX 29006 PHOENIX, AZ 85038 400-02-001A 400-02-001C 400-02-002A 400-02-002b NEELY RICHARD WAYNE & ARLENE F PO BOX 1078 FLORENCE, AZ 85232

400-02-003 400-03-002 401-01-037b 401-01-037d 401-21-004 401-21-023

401-21-035 401-21-036

401-34-004

401-35-001A 401-35-001b

401-35-0016 401-35-001C

401-35-002

ALL STATE ASSOCIATES, ET AL

660 S MILL AVE

**STE 315** 

TEMPE, AZ 85281

400-02-004 400-03-001 ENGLAND CATTLE COMPANY PO BOX 1268 COOLIDGE, AZ 85228

401-01-031F TABLETOP LLC PO BOX 266 COOLIDGE, AZ 85228

401-01-031H WATERS STERLING A 995 W RANDOLPH RD CASA GRANDE, AZ 85222 401-01-035 VERTUCCIO FARMS LLC 22222 S GREENFIELD RD CHANDLER, AZ 85249

401-01-037E 401-01-037N 401-01-037P ON FIRE INVESTMENTS V LLC 2685 KOREA CT HENDERSON, NV 89052

401-01-037H HOOVER JOHNNY A & LORRIE A PO BOX 927 STANFIELD, AZ 85272

401-01-037J CONNOLLY STEPHEN T JR & STEPHEN T SR PO BOX 3257 CASA GRANDE, AZ 85230

401-01-037K CONNOLLY TIMOTHY P & KATHLEEN L PO BOX 3135 CASA GRANDE, AZ 85222

401-01-037M ROMERO ROXANNA A 2456 N TWEEDY RD CASA GRANDE, AZ 85222

401-01-038 HASTINGS FORESIGHT LTD PSHIP 941 W SAN MARCOS DR CHANDLER, AZ 85225

401-01-039 LONESOME VALLEY FARMS LTD PSHIP 1800 W HWY 287 CASA GRANDE, AZ 85222 401-01-031M REYES PETE R SR & JOVITA PO BOX 532 COOLIDGE, AZ 85228

401-01-031P WILLIAMS CURTIS E & BEATRICE A P O BOX 606 COOLIDGE, AZ 85228

401-01-031S BONILLA JAIME C 1159 W RANDOLPH RD CASA GRANDE, AZ 85222

401-01-033A 401-01-033b TAM MARGARET MA REV TR ETAL 2332 W WILLIS RD CHANDLER, AZ 85248

401-01-133 FIGUEROA VALORIE REVOCABLE TRUST PO BOX 1557 QUEEN CREEK, AZ 85242

401-01-134 WILLIAMS RON A & ROSE C 4547 NORTH TWEETY ROAD CASA GRANDE, AZ 85222

401-01-034A

401-01-036

401-21-040A

401-21-040d

401-21-040E

401-21-040F

401-21-040G

401-21-040H

401-21-041A

401-21-041b

LLF HOLLAND FARM 853 LLC

16248 E GUADALUPE RD

GILBERT, AZ 85234

401-21-001 401-21-005 COOLIDGE HOLDING LLC 11411 N TATUM BLVD PHOENIX, AZ 85028

401-21-002 401-21-003 CARDINAL CHARLES D & PENNY LYNN TRS PO BOX 91155 TUCSON, AZ 85752

401-21-006A TRIPLE G LTD LIABILITY CO 413 N LYNN DR COOLIDGE, AZ 85228

401-21-024 401-21-026 BRINOLU FARMS LLC 1223 S CLEARVIEW AVE STE 105 MESA, AZ 85208

401-21-025A 401-21-025b TRIPLE S ENTERPRISES 741 N MONTEREY GILBERT, AZ 85233

401-21-028 WEEKS CORINNE L & VERNON L TRS ½ 1249 SENWOOD WAY FALLBROOK, CA 92028

401-21-029A BOYLE DAVID HUGH & ROSE MARY 714 S MAIN ST AU GRES, MI 48703

401-21-029C SIPOS JULIA ANN TR 8451 E CACTUS WREN CIR SCOTTSDALE, AZ 85262 401-21-029G SOUTH A W & ELIZABETH A ETAL 9655 N VALLEY FARMS RD COOLIDGE, AZ 85228

401-21-029H 401-21-029J BRERETON MARGARET SUSAN PO BOX 203 VALLEY FARMS, AZ 85291

401-21-029K MARTIN RANDY 1874 N SUNSPOT PL COOLIDGE, AZ 85228

401-21-029M 401-21-029N PETTUS COLEMAN T & EDGE JUDY K 7256 E STOREY RD COOLIDGE, AZ 85228

401-21-032 BOEN MARK C PO BOX 222038 CARMEL, CA 93922

401-21-033b HERITAGE ENVIRONMENTAL SERVICES LLC PO BOX 68123 INDIANAPOLIS, IN 46268

401-21-037A FERGUSON ANDREW D 3742 E KLECK RD COOLIDGE, AZ 85228

401-21-038 SOUTHPOINT HOLDINGS LLC 6978 S STAR DR GILBERT, AZ 85297

401-21-042d ROWE SHIRLEY A 840 N SUNSHINE BLVD CASA GRANDE, AZ 85222 401-21-042G PARKER JAMES 23010 S ELLSWORTH RD QUEEN CREEK, AZ 85242

401-21-042H MOLINA ARMANDO L & BENITA 1440 E SADDLEBACK CASA GRANDE, AZ 85222

401-21-042J 401-21-042K 401-21-042L RIPPILI E JANYCE TR 1000 N SUNSHINE BLVD CASA GRANDE, AZ 85222

401-21-042M CURRIER WILLIS G & MANDY J 948 N SUNSHINE BLVD CASA GRANDE, AZ 85222

401-21-043A 401-21-044 ROBERTSON PATRICIA JO PO BOX 68 COOLIDGE, AZ 85228

401-21-043b ROBERTS JUSTIN 55 N ELEVEN MILE CORNER RD CASA GRANDE, AZ 85222

401-21-051A SHEPLEY LAURA E & WALSON KAREN E & 13711 N KINGAIR DR TUCSON, AZ 85737

401-21-082 401-21-083 401-21-084 509-64-004 509-64-005 USA 401-21-086 NEELY STEPHEN C & DEBRA J PO BOX 711 FLORENCE, AZ 85232

401-21-087A ARREDONDO RUBEN & MARIA 5320 E STOREY RD COOLIDGE, AZ 85228

401-21-087b LAXAMANA JOHN DAVID & ROSE MARY 5426 E STOREY RD COOLIDGE, AZ 85228

401-21-087C CASLER SCOTT E & CYNTHIA L 5464 E STOREY RD COOLIDGE, AZ 85228

401-21-087d DURFEE JONATHAN 161 N SULLEYS DR MESA, AZ 85205

401-21-087E GONZALEZ TOMAS O 5682 E STOREY RD COOLIDGE, AZ 85228

401-21-088 SIMMONS RANDY J & JYL D PO BOX 381 SHOW LOW, AZ 85902

401-21-089C WHITTEMORE KEVIN & DENISE 5609 E SAVANNA LN COOLIDGE, AZ 85228 401-21-089d 401-21-089F 401-21-089H 401-21-089K HOGLE NATHAN J & KERRY 10247 E CRESCENT MESA, AZ 85206

401-21-089E STONE MICHAEL J 5527 E SAVANAH LN COOLIDGE, AZ 85228

401-21-089G HADLOCK SCOTT W 5618 E SAVANNA LN COOLIDGE, AZ 85228

401-21-089J GIBSON ALLEN T & DORCAS 5528 E SAVANNA LN COOLIDGE, AZ 85228

401-21-090b CLOUSE CURTIS L & DENISE PO BOX 8911 MESA, AZ 85214

401-21-090C 401-21-090E 401-21-090H 401-21-091 CUMMARD PARKER & KANOE, ET AL 3303 E BASELINE RD #109 GILBERT, AZ 85234

401-21-090d NAVARRETE ARTURO BACA ETAL 5407 E SAVANNA LN COOLIDGE, AZ 85228

401-21-092 BUSH TIMOTHY D & DEBORAH MILLER PO BOX 153 HIGLEY, AZ 85236 401-21-093 HUDSON MICHELLE M 5488 E SACRAMENTO DR COOLIDGE, AZ 85228

401-21-094 ALLRED CALVERT G 5576 E SACRAMENTO DR COOLIDGE, AZ 85228

401-33-001 BFAST FARMS INC 3422 N VAIL COOLIDGE, AZ 85228

401-34-001 401-34-002 401-34-003 401-34-004 401-34-007 GOREE ROBERT C TR 6334 E MARTIN RD COOLIDGE, AZ 85228

401-34-008 GILLESPIE MYRA J TR 202 N 7TH ST COOLIDGE, AZ 85228

401-35-003E ECHOLS GERALD L 11142 E OPEN SKY DR GOLD CANYON, AZ 85218

401-35-003F 401-35-003G 401-35-003H JUDY KELLY 17820 E HOUSTON AVE GILBERT, AZ 85236

401-35-003J EQUITY HOLDING CORPORATION TR PO BOX 87 MIDPINES, CA 95345 401-35-003K SUNDERHAUS WESLEY ALAN & KELLI LYNN 4852 E ENROSE MESA, AZ 85205

401-35-003L MORTENSEN TODD & NOREEN PO BOX 12045 CHANDLER, AZ 85248

401-35-003M HICKEN FAMILY TRUST 13642 E IVANHOE GILBERT, AZ 85296

401-35-003N ASHCROFT DEVELOPMENT LLC 17423 E FLINTROCK DR OUEEN CREEK, AZ 85242

401-35-003P BLACK KERRY PO BOX 9092 CHANDLER HEIGHT, AZ 85227

401-35-004A 401-35-006 ALLEGRO LAND INVESTMENTS LTD PSHIP 1544 E GREENTREE DR TEMPE, AZ 85284

401-35-007 CARDINAL S VINCENT & MADALINE CAROL TRS 21247 S 140TH ST CHANDLER, AZ 85249

401-36-001A 401-36-001b 401-36-002C 401-36-002d LYNCH MICHAEL L & JUDY K PO BOX 3086 CASA GRANDE, AZ 85222 401-36-003A HUNSINGER FAMILY PSHIP PO BOX 1177 TEMPE, AZ 85281

401-36-004 GOLDSTEIN FAMILY TRUST AGREEMENT ETAL 7550 N 16TH ST UNIT #6229 PHOENIX, AZ 85020

401-36-005A CONSOLIDATED BROKERAGE CO 4993 W WARREN DR CASA GRANDE, AZ 85222

401-38-004A ROSEMEAD PROPERTIES INC 11142 GARVEY AVE EL MONTE, CA 91734

401-38-005 SHEPLEY LAURA E 13711 N KINGAIR DR TUCSON, AZ 85737

401-38-006A HOHOKAM IRRIGATION & DRAINAGE DST 142 S ARIZONA BLVD COOLIDGE, AZ 85228

401-38-006d 401-38-006E HENSON ROBERT L 774 N WHEELER RD COOLIDGE, AZ 85228

401-73-001A BRAVATA SANTO & GRACE 2011 W BRIDLEWOOD MESA, AZ 85207 401-73-004b ENTRUST ARIZONA AS CUSTODIAN 11209 N TATUM BLVD #220 PHOENIX, AZ 85028

401-73-004C MID OHIO SECURITIES CORP 876 N HARMONEY AVE GILBERT, AZ 85207

401-73-004E DOWN KENNETH J & ANTONIA 1034 WELLESLEY CREST DR WOODSTOCK, GA 30189

401-73-004F FELDBAUMER DAVID & WILDE MARK A 15033 E SUNBURST DR FOUNTAIN HILLS, AZ 85268

401-73-004G 401-73-004J 401-73-004K HOMES BY DONN LLC 16331 E CHANDLER HEIGHTS GILBERT, AZ 85297

401-73-004H JOHNS DON 445 S DOBSON #2022 MESA, AZ 85202

401-73-004M FISHER NEAL C 756 N MONTEREY STE B GILBERT, AZ 85233

401-73-005 BRAVATA VINCENZO 3647 N EAGLE CYN MESA, AZ 85207 401-73-006d BARTLETT BROOKS & KIMBERLY E PO BOX 2093 COOLIDGE, AZ 85228

401-73-006E FERGUSON ALEX E & JAN R 1562 N PARK AVE CASA GRANDE, AZ 85222

401-73-006F PRUIT TIMOTHY LYNN & LORI SUE 1488 N WALTZ WAY CASA GRANDE, AZ 85222

401-73-006G 401-73-006H WALTZ MARK & LEANNE 1451 N WALTZ WAY CASA GRANDE, AZ 85222

401-73-006J RISE RICHARD 1358 N WALTZ WAY CASA GRANDE, AZ 85222

401-73-007 401-73-010 INLAND FARMS INC 2487 E HWY 287 CASA GRANDE, AZ 85222

401-73-008 BAGNALL THOMAS G & PENNY R PO BOX 2084 COOLIDGE, AZ 85228

401-73-009 MACKLEY CHARLES W & JANE 1718 E HWY 287 CASA GRANDE, AZ 85222 401-73-011 SKOUSEN WILLIAM J & JOAN T TRS 1912 E LOCKWOOD MESA, AZ 85203

401-21-065 UNION PACIFIC RR 1400 DOUGLAS STREET OMAHA, NE 68179-1640

401-36-003b LEVEL 3 COMMUNICATIONS LLC 1025 ELDORADO BOULEVARD BROOMFIELD, CO 80021

401-01-001 509-64-001 COOLIDGE 298, LLC 5229 EAST OAKHURST WAY SCOTTSDALE, AZ 85254

401-01-002 509-64-002 209-29-001b 209-29-001C HAY MOUNTAIN INVESTMENTS, LLC 23012 SOUTH LINDSAY CHANDLER, AZ 85249

401-01-004C CHANDLER GINNING COMPANY PO BOX 3120 CASA GRANDE, AZ 85222

401-01-006b JAMES DOUGLAS E & KIM B 1040 W RANDOLPH ROAD CASA GRANDE, AZ 85222

509-64-003 STATE OF ARIZONA 1616 WEST ADAMS ST PHOENIX, AZ 85008 209-29-004A IRIZARRY EDUBIJIS M PO BOX 11764 CASA GRANDE, AZ 85230

400-38-001 400-38-002 ARROW PARTNERS LLC 830 N PENROSE CIR MESA, AZ 85205

400-38-003 HUGHSON E G & MYRTLE 77 SHARON AVE PIEDMONT, CA 94611

400-38-004 400-38-006 400-38-007 400-39-002 400-39-003 USA CAP

400-38-005 400-39-001 CITY OF COOLIDGE 130 W CENTRAL AVE COOLIDGE, AZ 85228

400-39-801 GLASS TERRY & JOAN 15035 N 74TH ST SCOTTSDALE, AZ 85260

ARIZONA STATE LAND DEPARTMENT 1616 WEST ADAMS STREET PHOENIX, AZ 85007

400-36-001 SKILES JOHNNY C & WANDA 4809 N WHEELER ROAD COOLIDGE, AZ 85228 400-36-002A LEWIS LAWRENCE C. & ROSALYN M. 4755 N WHEELER ROAD COOLIDGE, AZ 85228

400-36-003b BARANOW RAQUEL PO BOX 666 TUCSON, AZ 85702

400-36-003C KENISON RITA J 640 S LAVEEN DRIVE CHANDLER, AZ 85226

400-36-004b 400-36-004C 400-36-005 400-36-006 400-36-007 MONTGOMERY BENJAMIN L III & DONATA P 4557 N WHEELER ROAD COOLIDGE, AZ 85228

400-36-004d SIMMONS GARY G & JACQUELYN J PO BOX 10073 CASA GRANDE, AZ 85230

400-36-008 MITCHELL FAMILY TRUST 3708 E FIREFLY WAY FLAGSTAFF, AZ 86004

400-36-009 CAMPBELL JIM B 4481 N WHEELER ROAD COOLIDGE, AZ 85228

400-36-010 400-36-013 MITCHELL ROBBIE J & JOSEPH N 727 GAIL GARDNER WAY PRESCOTT, AZ 86301 400-36-012 CANTU RODRIGO & MARY ANN 4407 N WHEELER ROAD COOLIDGE, AZ 85228

209-07-002d 209-18-001 209-18-002b 209-18-002C 209-18-002d 209-19-001 to 005 Inclusive 209-19-013 LONESOME VALLEY FARMS LTD PSHIP 1800 W HWY 287 CASA GRANDE, AZ 85222

209-19-006D SHANE & LAURA BLAKEMAN P.O. BOX 891 COOLIDGE, AZ 85228

209-19-006E CHESTINE L. BLAKEMAN 11725 NORTH BLAKEMAN LANE COOLIDGE, AZ 85228

209-19-007C 209-19-007D VESTA L. BLAKEMAN P.O. BOX 31 FLORENCE, AZ 85232

209-19-007E ERNEST E. BLAKEMAN 11702 NORTH BLAKEMAN LANE COOLIDGE, AZ 85228

209-19-007J ASA & VIRGINIA FRYHOVER 710 WEST DOUGLAS AVENUE COOLIDGE, AZ 85228

209-19-007Q LAWRENCE & ROSE L. WONSER P.O. BOX 331 COOLIDGE, AZ 85228 209-19-007M 209-19-007P DONALD & ROBBIE LEGENDRE 4274 NORTH EL PASO ROAD BULLHEAD CITY, AZ 86429

209-19-007N MARK MAURER 14523 E WAX WING CT FOUNTAIN HILLS, AZ 85268

209-19-008 209-19-010 209-19-012 209-19-014 209-19-015 1223 S CLEARVIEW AVE SUITE 105 MESA, AZ 85208

209-19-009A 209-19-016A DENNIS L. & DORA L. O'BRIEN 11159 NORTH MACRAE ROAD COOLIDGE, AZ 85228

209-19-011 JOHN S. KERMAN 782 WEST KENILWORTH ROAD COOLIDGE, AZ 85228

209-19-016B VICKY L. MARTLING 11343 NORTH MACRAE COOLIDGE, AZ 85228

209-19-017 NANCY E. FOWLER 11471 NORTH MACRAE ROAD COOLIDGE, AZ 85228

209-19-019 PHYLLIS T. LIGHT 11211 NORTH MACRAE ROAD COOLIDGE, AZ 85228 209-19-020 MICHAEL HONEA 11225 NORTH MACRAE ROAD COOLIDGE, AZ 85228

209-19-018 DUANE MIXER 11343 N MACRAE RD COOLIDGE, AZ 85228

209-28-001 DARN ENTERPRISES 1051 E IVANHOE ST GILBERT, AZ 85296

209-28-004 RIVER CO-OPERATIVE GIN INC. P.O. BOX 1658 COOLIDGE, AZ 85228

209-28-002 209-28-003 EL MAREL LTD PSHIP 1223 S CLEARVIEW AVE SUITE 103 MESA, AZ 85208

#### ARIZONA WATER COMPANY

3805 N. BLACK CANYON HIGHWAY, PHOENIX, ARIZONA 85015-5351 • P.O. BOX 29006, PHOENIX, ARIZONA 85038-9006 PHONE: (602) 240-6860 • FAX: (602) 240-6878 • WWW.AZWATER.COM

[Date]

«PropertyOwner» «Address1» «Address2» «City» «State» «PostalCode»

PINAL COUNTY ASSESSOR'S PARCEL NO.: «ParcelNumber»

PUBLIC NOTICE OF AN APPLICATION FOR A CERTIFICATE OF CONVENIENCE AND NECESSITY BY ARIZONA WATER COMPANY

Arizona Water Company has filed with the Arizona Corporation Commission ("Commission") an application for authority to provide water utility service to an area in which records indicate that you are a property owner. If the application is granted, Arizona Water Company would be the provider of water utility service to the proposed area. The Commission will require Arizona Water Company to provide this service under rates and charges and terms and conditions established by the Commission. The application is available for inspection during regular business hours at the offices of the Commission at 1200 West Washington Street, Phoenix, Arizona, and at Arizona Water Company, 448 West Central Avenue, Coolidge, Arizona 85228.

If you have questions or concerns about this application, have any objection to its approval, or wish to make a statement in support of it, you may contact the Consumer Services Section of the Arizona Corporation Commission at 1200 West Washington St., Phoenix, Arizona 85007 or call 1-800-222-7000.

William M. Garfield

William M. Garfield

President

E-MAIL: mail@azwater.com

# ARIZONA WATER COMPANY Comparative Balance Sheet at January 31, 2006

### ASSETS

	Jan. 31, 2005 (D	5 \$ 228,781,776 \$ 34,116,019 9 56,532,968 4,868,611	6 172,248,808 29,247,408	6 863,614 61,602 3 2,703 0 5 2,521,789 265,826 6 213,018 (11,162) 1 728,554 (95,883)	11 4,329,678 220,383	15 6,071,844 847,741	30,315,532 ====================================	00 \$ 2,700,000 \$ 0 17 9,087,347 0 38 54,437,725 2,081,943	15 66,225,072 2,081,943 00 21,800,000 (400,000)	15 88,025,072 1,681,943	2,100,000 9,550,000 3,104,685 1,013,794 12 811,024 1,626,618 30 530,067 104,433	42,294,247 23,249,842 17,612,705 4,922,688	26 88,079,482 16,338,744 52 \$ 182,650,330 \$ 30,315,532
ASSETS	Jan. 31, 2006	\$ 262,897,795 61,401,579	201,496,216	925,216 2,703 2,787,615 201,856 632,671	4,550,061	6,919,585	\$ 212,965,862 ====================================	\$ 2,700,000 9,087,347 56,519,668	68,307,015	89,707,015	11,650,000 4,118,479 2,437,642 634,500	52,277,131 25,875,904 17,680,960 8,584,231	104,418,226 \$ 212,965,862
	UTILITY PLANT	Gross Utility Plant Less Accumulated Depreciation	Net Utility Plant	CURRENT ASSETS  Cash on Hand and in Banks Investments and Special Deposits Accounts Receivable Materials and Supplies Other	Total Current Assets	DEFERRED DEBITS	TOTAL	CAPITALIZATION Common Stock Capital Surplus Retained Earnings	Common Stock Equity Long-Term Debt	Total Capitalization	CURRENT LIABILITIES  Notes Payable Accounts Payable Accrued Expenses Other	DEFERRED CREDITS Advances for Construction Contributions in Aid of Construction Deferred Income Tax Other	Total Deferred Credits TOTAL

JANUARY 2006

# ARIZONA WATER COMPANY Comparative Statement of Income January 31, 2006

	12 MONTH	HS TO DATE		JANUARY	ARY		1 Mont	1 Month to Date	Φl
	2006	2005	20	2006	2005		2006		2002
OPERATING REVENUE	\$ 42,598,541	\$ 40,247,627	\$ 3,2	3,289,408	\$ 2,906,782	€\$	3,289,408	€	2,906,782
OPERATING EXPENSES Operation and Maintenance Depreciation Taxes Other Than Income Taxes Income Taxes	20,628,886 5,440,349 6,002,123 2,914,866	18,723,137 4,881,706 5,696,280 3,484,920	6,4 6,5 6,5 7,5 7,5 7,5 7,5 7,5 7,5 7,5 7,5 7,5 7	,677,656 482,999 504,184 214,459	1,482,188 433,325 452,335 171,077		1,677,656 482,999 504,184 214,459		1,482,188 433,325 452,335 171,077
Total Operating Expenses	34,986,224	32,786,043	2,8	2,879,298	2,538,925		2,879,298	-	2,538,925
OPERATING INCOME	7,612,317	7,461,584	7	410,110	367,857	l	410,110	1	367,857
OTHER (INCOME) AND DEDUCTIONS Other (Income) - Net Interest on Long-Term Debt Other Interest and Amortization	(491,549) 1,809,303 176,120	(3,750,876) 1,846,300 (87,107)		(59,830) 149,233 46,448	(38,242) 152,317 (4,214)	. 1	(59,830) 149,233 46,448		(38,242) 152,317 (4,214)
Total Other (Income) and Deductions	1,493,874	(1,991,683)		135,851	109,861	i	135,851		109,861
NET INCOME	6,118,443	9,453,267	·	274,259	\$ 257,996	₩	274,259	<b>↔</b>	257,996
Regular Common Dividends	4,036,500	3,717,900							
INCOME RETAINED	\$ 2,081,943	\$ 5,735,367							
Active Services	77,866	73,119							

#### ORDINANCE NO. 02-15

AN ORDINANCE OF THE MAYOR AND COMMON COUNCIL OF THE CITY OF COOLIDGE, PINAL COUNTY, ARIZONA, GRANTING TO ARIZONA WATER COMPANY, AN ARIZONA CORPORATION, ITS SUCCESSORS AND ASSIGNS, THE RIGHT. PRIVILEGE AND FRANCHISE TO CONSTRUCT, MAINTAIN. AND OPERATE UPON, OVER, ALONG, ACROSS AND UNDER THE STREETS, AVENUES, ALLEYS, HIGHWAYS, BRIDGES AND OTHER PUBLIC PLACES IN THE CITY OF COOLIDGE, ARIZONA, AND FUTURE ADDITIONS THERETO, WATER LINES, TOGETHER WITH ALL NECESSARY OR DESIRABLE APPURTENANCES, FOR THE PURPOSE OF SUPPLYING WATER SERVICES, TO SAID CITY, ITS SUCCESSORS, THE AND **PERSONS** AND THEREOF, **INHABITANTS** CORPORATIONS EITHER WITHIN OR BEYOND THE LIMITS THEREOF, FOR ALL PURPOSES, PRESCRIBING CERTAIN RIGHTS, DUTIES, TERMS AND CONDITIONS IN RESPECT THERETO: REPEALING CONFLICTING ORDINANCES; AND DECLARING AN EMERGENCY.

BE IT ORDAINED by the Mayor and Common Council of the City of Coolidge, Pinal County, Arizona, as follows:

SECTION 1. There is hereby granted to Arizona Water Company, a corporation organized and existing under and by virtue of the laws of the State of Arizona, its successors and assigns (hereinafter called "Grantee"), the right, privilege and franchise to construct, maintain and operate upon, over, along, across and under the present and future public streets, avenues, alleys, highways, bridges and other public places in the City of Coolidge, Pinal County, Arizona (hereinafter called "Municipality"), water lines, plant and system, including mains, laterals, pumps, manholes, meters, fire hydrants, regulator stations and related equipment, facilities and appurtenances, for the purpose of providing water service for all purposes in Municipality. Grantee's Application for Franchise is made a part hereof by reference thereto.

All facilities to be constructed and maintained pursuant to this Franchise shall be constructed and maintained in accordance with Municipality's standards with respect to repairs and maintenance of such public streets, avenues, alleys, highways, and bridges and other public places of Municipality.

Grantee shall apply for a right-of-way work permit in accordance with all existing and future ordinances and regulations of Municipality and upon request from Municipality submit for approval a map showing the location of such proposed installation to Municipality's Director of Public Works or Council.

SECTION 2. In the event that facilities constructed pursuant to this Franchise shall at any time be found by Municipality to interfere unduly with vehicular

and pedestrian traffic over such public streets, avenues, alleys, highways or bridges or other public places, Grantee hereby agrees that it will, at its own expense, and within a reasonable time after notice thereof by Municipality, remove or relocate said facilities so as to minimize said interference. In all other instances the costs incurred in relocating facilities shall be borne by and added to the costs of the public or private improvement causing or resulting in such relocation.

All facilities installed or constructed pursuant to this Franchise shall be so located or relocated and so constructed as to minimize the interference with traffic or other uses by Municipality over, under or through the public rights-of-way. Those phases of construction of Grantee's facilities relating to traffic control, backfilling, compaction and paving, as well as the location of water lines and related facilities herein provided for shall be subject to Municipality's regulations. Grantee shall keep accurate records of the location of all facilities in the public rights-of-way and furnish them to Municipality upon request in a format that is mutually acceptable to Municipality and Grantee. Grantee shall, upon request from the Municipality, provide the Director of Public Works or Council with corrected drawings showing the actual location of the underground facilities in those cases where the actual location differs significantly from the proposed location.

Grantee shall cause the work associated with any opening or alteration of any public right-of-way, to be completed with due diligence within a reasonably prompt time, and Grantee shall, upon completion of such work, restore the property disturbed to as good condition as it was prior to such opening or alteration. Should Grantee, after notice from Municipality fail to restore the property to such condition, Municipality may make such repairs and Grantee shall be responsible for the actual cost of such work.

If Municipality participates in the cost of relocating Grantee's facilities for any reason, the cost of relocation to Municipality shall not include any upgrade or improvement of Grantee's facilities, as they existed prior to relocation, unless specifically requested by Municipality.

SECTION 3. In the event Municipality takes action to dispose of unnecessary public roadways in accordance with the provisions of the Arizona Revised Statutes, Municipality shall recognize and preserve each of Grantee's prior rights-of-way, easements, and rights under this Franchise which are affected thereby, as they existed prior to such disposition, by including specific and appropriate language for that purpose in any legal instrument utilized for the purpose of accomplishing such disposition.

SECTION 4. As a further consideration for the franchise hereby granted, Grantee will pay quarterly to Municipality a sum equal to 2% of the gross receipts of Grantee from the sale of all water at retail for residential, commercial and industrial purposes within Municipality's corporate limits, as Grantee is notified from time to time by Municipality of the extent of such corporate limits. For the purpose of verifying the amounts payable hereunder, Grantee's billing records shall be subject to inspection by duly authorized officials or representatives of Municipality, at reasonable times.

Said payment shall be a franchise tax and shall not be taken or considered to be in lieu of any tax, license, fee, charge or assessment of Municipality now existing or hereafter levied upon Grantee's business or property, or its successors, provided that Grantee may deduct any tax, license or other exaction paid by it, which is assessed or levied by Municipality exclusively upon public utilities up to the amount payable under the terms of this section, and provided further that the amount of such franchise tax may be lawfully and specifically added to customer bills.

- SECTION 5. Grantee shall save Municipality harmless from expenses, claims, and liability arising by reason of the exercise of this Franchise by Grantee.
- SECTION 6. This franchise shall continue and exist for a period of twenty-five (25) years from February 1, 2003; provided, however, that either party may request renegotiation and terminate this Franchise on its tenth anniversary by giving written notice not less than one (1) year before its tenth anniversary. While such notice may or may not result in a renegotiated Franchise, the party giving the notice of termination shall be responsible for the costs of any resulting franchise election.
- SECTION 7. The right, privilege and franchise hereby granted may be assigned by Grantee in whole or in part.
- SECTION 8. This grant is not exclusive and nothing herein contained shall be construed to prevent Municipality from granting other like or similar grants or privileges to any other person, firm or corporation.
- SECTION 9. All ordinances and parts of ordinances in conflict with the provisions hereof are hereby repealed.
- SECTION 10. If any section, paragraph, subdivision, clause, phrase or provision of this ordinance shall be adjudged invalid or unconstitutional, the same shall not affect the validity of this ordinance as a whole or any part of the provisions hereof other than the part so adjudged to be invalid and unconstitutional.
- SECTION 11. Municipality reserves the right and power to purchase and condemn the plant and distribution facilities of Grantee within Municipality's corporate limits or any additions thereto, as provided by law.
- SECTION 12. Upon the expiration or termination of this Franchise, if Grantee shall not have acquired an extension or renewal thereof and accepted the same, it may remove its facilities and system within Municipality or, at its option, may continue operating its facilities and system within Municipality until a new franchise can be effected with Municipality.

PASSED AND ADOPTED BY THE MAYOR AND COMMON COUNCIL OF THE CITY OF COOLIDGE, ARIZONA, this 12<sup>th</sup> day of November, 2002.

Mayor
City of Coolidge, Pinal County, Arizona

City of Coolidge, Pinal County, Arizona

APPROVED AS TO FORM:

City of Coolidge, Pinal County, Arizona



755253

:268-263

#### FRANCHISE

EE IT RESOLVED by the Board of Supervisors. County of Pinal. State of Arizona:

THAT WHEREAS. Arizona Water Company, an Arizona corporation, has duly filed and presented its application that it be granted the right, privilege and franchise to construct, maintain and operate upon, over, along, across and under the present and future streets, avenues, alleys, highways, bridges, public roads and other public places in the County of Pinal, State of Arizona, water lines, plant and system, including mains, laterals, pumps, manholes, meters, regulator stations and related equipment, facilities and appurtenances, for the curpose of supplying water for all purcoses in the County of Pinal, State of Arizona, for a period of twenty-five (25) years; and

Ordered that public notice of the intention of said Board to make such grant be given by publishing a notice in the Florence Reminder & Blade-Tribung approximation published in the City of Cosa County of Pinal.

State of Arizona. Stating that at 10:00 o'clock A.M. on the 4th day of Fibruary 1985, at the Courtnouse in the City of Florence. County of Pinal. State of Arizona. Was set for the time and place for the consideration of the granting of said right, privilege, and franchise; and

SECTION 1. There is hereby granted to Arizona Water Company, a corporation organized and existing under and by virtue of the laws of the State of Arizona. its successors and assigns (hereinafter called "Grantee"), the right, privilege and franchise to construct, maintain and operate upon, over, along, across and under the present and future streets, avenues, alleys, highways, bridges, public roads and other cupits places in the County of Pinal, State of Arizona, water lines, plant and system, including mains, laterals, pumps, mannoles, meters, regulator stations and related equipment. facilities and appurtenances, for the purpose of supplying water for all

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purposes in the County of Pinal, State of Artzona. Grantee's Application for Franchise is made a part hereof by reference thereto.

SECTION 2. All facilities to be constructed pursuant to this franchise shall be constructed and maintained in accordance with established practices with respect to such streets, avenues, alleys, highways, bridges and public places of the County of Pinal. Prior to such construction, a map showing the location of such facilities shall be submitted to such persons as may be designated by said Board of Supervisors.

SECTION 3. In the event that any lines or related facilities installed or constructed pursuant to this franchise shall at any time be found to interfere unduly with vehicular and pedestrian traffic over such streets. avenues, alleys, highways, bridges, public roads and other public places the Grantee hereby agrees that it will, at its own expense, and within a reasonable time after notice thereof by said Board of Supervisors, remove or relocate said lines, or related facilities so as to minimize said interference. In all other instances the costs incurred in relocating any lines or facilities shall be borne by and added to the cost of the public or private improvement causing or resulting in such relocation.

SECTION 4. In the event that said Board of Supervisors, acting on behalf of the County of Pinal, takes action to dispose of unnecessary public rosoways in accordance with the provisions of Arizona Revised Statutes [28-1901, et sea., said Board of Supervisors agrees to recognize and preserve each of the Grantee's prior rights of way or easements and rights under this franchise which are affected thereby, as they existed prior to such disposition, by including specific and appropriate lenguage for that purpose in any legal instrument utilized for the purpose of accomplishing such disposition.

SECTION 5. In case of any disturbance of pavement. Sidewalk. driveway or other surfacing, planting or ground cover resulting from Grantee's
action pursuant to this franchise. Grantee shall, in a manner entirely satisfactory to said Board of Supervisors and the department having appropriate
jurisdiction, replace and restore the paving, sidewalk, driveway, surfacing,
planting or ground cover of any street, alley or other public way or place so
disturbed in as good condition as it was prior to said disturbance. All such
work shall be completed with due diligence.

Further, to avoid duplication of effort and untimely destruction of the street, the Grantee shall coordinate its construction and replacement

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plans pursuant to this franchise with said department having appropriate jurisdiction.

SECTION 6. The Grantee small save the County of Pinal harmiess from expenses, claims and liability arising by reason of the exercise of this franchise by Grantee.

SECTION 7. The right, privilege and franchise hereby granted shall continue and exist for a period of twenty-five (25) years from the effective date hereof, and upon approval by said Board of Supervisors and acceptance by the Grantee, this franchise shall be deemed effective as of the date of approval of this Application.

SECTION 8. The right, privilege and franchise hereby granted shall inure to the benefit of, and be binding upon the Grantee. Its successors and assigns.

SECTION 9. All resolutions and parts of resolutions in conflict with the provisions hereof are hereby repealed to the extent applicable to a franchised public service corporation.

SECTION 10. If any section, paragraph, subdivision, clause, phrase or provision of this resolution shall be adjudged invalid or unconstitutional, the same shall not affect the validity of this resolution as a whole or any part of the provisions hereof other than the part so adjudged to be invalid and unconstitutional.

SECTION 1:. Upon the expiration of this franchise. If the Grantee shall not have accurred an extension or renewal thereof and accepted the same. It may continue operating its facilities and system within the County of Pinal until a new franchise can be effected with the County of Pinal.

Upon motion by Supervisor	r Mathieson	<b></b> •
seconded by Supervisor	Vencheriy	<b></b> '
the foregoing Resolution	granting a franchise to Arizon	Water
Company in the County of	Pinal. State of Arizona. was d	uly passed and
adopted by the Board of	Supervisors, County of Pinal,	State of
Artzona. 26 a regular ses:	sion of said Board held on the	4th cay of
February . 1985.		•

ATTEST:

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PINAL COUNTY BOARD OF SUPERVISORS



## STATE OF ARIZONA





#### Office of the

#### **CORPORATION COMMISSION**

#### **CERTIFICATE OF GOOD STANDING**

To all to whom these presents shall come, greeting:

I, Brian C. McNeil, Executive Director of the Arizona Corporation Commission, do hereby certify that

#### \*\*\*ARIZONA WATER COMPANY\*\*\*

a domestic corporation organized under the laws of the State of Arizona, did incorporate on December 15, 1954.

I further certify that according to the records of the Arizona Corporation Commission, as of the date set forth hereunder, the said corporation is not administratively dissolved for failure to comply with the provisions of the Arizona Business Corporation Act; and that its most recent Annual Report, subject to the provisions of A.R.S. sections 10-122, 10-123, 10-125 & 10-1622, has been delivered to the Arizona Corporation Commission for filing; and that the said corporation has not filed Articles of Dissolution as of the date of this certificate.

This certificate relates only to the legal existence of the above named entity as of the date issued. This certificate is not to be construed as an endorsement, recommendation, or notice of approval of the entity's condition or business activities and practices.



IN WITNESS WHEREOF, I have hereunto set my hand and affixed the official seal of the Arizona Corporation Commission. Done at Phoenix, the Capital, this 7th Day of November, 2005, A. D.

EXECUTIVE SECRETARY

BY:



#### WATER USE DATA SHEET

NAME OF COMPANY	ARIZONA WATER COMPANY - Coolidge
ADEQ Public Water System No.	11-014

MONTH/YEAR	NUMBE			LLONS	GALLONS		LONS
(LAST 13 MONTHS)	CUSTON		(In	ousands)	PUMPED		HASED
February-06		3,982		57,165 32,388			
January-06		3,962		38,244		<del></del>	
December-05		3,944			38,55		
November-05		3,922		41,480	45,17° 49,354		0
October-05	<u> </u>			51,344	54,272		
September-05		3,840					
August-05		3,785		43,414	51,794		0
July-05		3,745		58,721	59,903		
June-05		3,635		49,291	57,514		0
May-05		3,545		41,604	54,950		0
April-05		3,436	~	36,650			
March-05 February-05		3,330		22,435 22,975			0
STORAGE TANK CAPACITY (Gallons)  Valley Farms 15,000  Well 7 100,000  Well 7 500,000  Well 7 1,000,000  Well 9 & 10 35,500  Well 9 & 10 116,000	NUMBER OF EACH  1 1 1 1 1 1 1	D(5-8)22 D(5-9)17- D(5-8)10- D(5-9)17-	NUMI caa – Co -1 cdc – -1 bca – -2 cdc –	F. OF WAT WELL I.D BER Poolidge #7 Valley Farm Coolidge #9 Valley Farm Coolidge #1	. WEL (Gal	L PRODU	
Other Water Sources in Fire Hydrants on Systen Total Water Pumped La	1		in Thou	sands)	<b>-</b>	GPM (YES)	NO 617,358

#### **Arizona Department of Environmental Quality**

Water Quality Compliance Assurance Unit 1110 W. Washington Street, 5415B-1 Phoenix, AZ 85007

#### **Drinking Water Compliance Status Report**

Public Water System Name:	Az Water Co-Coolid	<u>ge</u>	
Public Water System ID #:	11-014		
Public Water System Type:	[X] CO [] Non-tran	sient Non-community	[] Transient Non-community
Overall Compliance Status:	[X] No Major Deficien	ncies [] Major De	ficiencies
Monitoring and Reporting Status: Comments:	[X] No Major Deficien	ncies [] Major De	ficiencies
Operation and Maintenance Status: Comments:	[X] No Major Deficier	ncies [] Major De	ficiencies
Major unresolved/ongoing operation and  [ ] unable to maintain 20  [ ] cross connection/bac  [ ] treatment deficiencie  [ ] certified operator  Date of last inspection / sanitary survey:	Opsi kflow problems s	ies:  [ ] inadequate storage [ ] surface water treat [ ] approval of constr [ ] other	ment rule
Administrative Orders:  Is an ADEQ administrative order in effect  Comments:	ct? []Yes	[X] No	
System information:			
Number of Points of Entry 3 Number	of Sources 4	Population Served 9	<u>630</u>
Service Connections 3615	Initial Monitoring Year	1994 Initial MAP	Year <u>N/A</u>
Evaluation completed by: Jim Puc	ekett		

Based upon data submitted by the water system, ADEQ has determined that this system is currently delivering water that meets water quality standards required by Arizona Administrative Code, Title 18, Chapter 4. This compliance status report does not guarantee the water quality for this system in the future. This compliance status report does not reflect the status of any other water system owned by this utility company.

Date: 9-23-05

Phone: 602-771-4649